

United States Department of the Interior BUREAU OF INDIAN AFFAIRS

COLORADO RIVER AGENCY Route 1, Box 9-C Parker, Arizona 85344

IN REPLY REFER TO:

Branch of Electrical Services, MSC-435

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MAR I I 2000

State State

MAR 9 2004

Ms. Jean Gray Assistant Regional Manager WAPA/Desert Southwest Regional Office 615 South 43rd Avenue Phoenix, Arizona 85009

Dear Ms. Gray:

The position of the BIA, Colorado River Agency on the early receipt of the Post 2008 Allocation of Parker-Davis Project hydroelectricity by some entities is that no harm to the present P-DP Firm Electric Services customers should result.

This means that any energy that would be made available (including Excess Energy) to the present P-DP FES customers will not be reduced by the early implementation of the Post 2008 Allocations. Any cost incurred by the Early Implementation should be born by the entities receiving the early allocations to insure the costs do not impact the rates that will be developed or affirmed prior to FY 2008.

Further, any transmission made available for early implementation of Post 2008 Allocations must not impact or reduce the available transmission required by the present P-DP FES customers for delivery of the FES or any Excess Energy. The cost of any transmission utilized for the delivery of early implementation Post 2008 Allocation must be born by the entities receiving the Post 2008 Allocation.

If you have any questions regarding the position of the BIA, CRA please call Mr. Neil Messer, Supervisory Electrical Engineer at (928) 669-7126.

Sincerely,

Mr. Allen J. Anspach Superintendent